(Caption of Case) Application of TracFone Wireless, Incorporated for Designation as an Eligible Telecommunications Carrier in The State of South Carolina for the Limited Purpose of Offering Lifeline and Link Up Service to Qualified Households) BEFORE THE) PUBLIC SERVICE COMMISSION) OF SOUTH CAROLINA)) COVER SHEET)) DOCKET) NUMBER: 2009 - 144 - C		
(Please type or print		_			
Submitted by: Jeremy C. Hodge			SC Bar Number: 71123		
Address:	•	41.	Telephone:	803-255-9766 803-255-9164	
	Columbia, SC		Fax: Other:	003-255-9104	1
	Columbia, SC			odges@nelsonmi	ulling com
□ Emergency Relief demanded in petition □ Request for item to be placed on Commission's Agenda expeditiously □ Other:					
☐ Electric		L	Letter		Request
☐ Electric/Gas		Agreement	☐ Memorandun	n	Request for Certification
☐ Electric/Telecommunications		Answer	Motion		Request for Investigation
☐ Electric/Water		Appellate Review	Objection		Resale Agreement
☐ Electric/Water/Telecom.		Application	Petition		Resale Amendment
☐ Electric/Water/Sewer		Brief	Petition for R	econsideration	Reservation Letter
Gas		Certificate	Petition for R	ulemaking	Response
Railroad		Comments	Petition for Ru	le to Show Cause	Response to Discovery
Sewer		Complaint	Petition to Int	tervene	Return to Petition
☐ Telecommunications		Consent Order	Petition to Inte	rvene Out of Time	☐ Stipulation
☐ Transportation		Discovery	Prefiled Testi	mony	Subpoena
Water		Exhibit	Promotion		☐ Tariff
Water/Sewer		Expedited Consideration	Proposed Ord	ler	Other:
Administrative Matter		Interconnection Agreement	Protest		
Other:		Interconnection Amendmen	<u>—</u>	ffidavit	
		Late-Filed Exhibit	Report		

1		BEFORE THE					
2		SOUTH CAROLINA PUBLIC SERVICE COMMISSION					
3 4		DOCKET NO. 2009-144-C					
5 6 7	In the	In the Matter of					
8 9 10 11 12 13 14 15	Wire as an Carri for th	ication of TracFone less, Inc. For Designation Eligible Telecommunications ier in the State of South Carolina ie Limited Purpose of Offering ine Service to Qualified Households Output REBUTTAL TESTIMONY OF F.J. POLLAK F.J. POLLAK					
16	Q:	WHAT IS YOUR NAME AND OCCUPATION?					
17	A:	My name is F.J. Pollak. I am TracFone Wireless, Inc.'s President and Chief Executive					
18		Officer, the co-founder of the company.					
19	Q:	WHAT IS THE PURPOSE OF YOUR TESTIMONY TODAY?					
20	A:	My testimony addresses issues raised by James M. McDaniel, a Program Manager					
21		employed by the South Carolina Office of Regulatory Staff, in his direct testimony filed					
22		with this Commission in this proceeding on July 15, 2009.					
23	Q:	ARE YOU AWARE OF THE PUBLIC SAFETY ANSWERING POINT (PSAP)					
24		CERTIFICATION REQUIRED BEFORE TRACFONE MAY PROVIDE					
25		LIFELINE SERVICE IN SOUTH CAROLINA?					
26	A:	Yes, on September 8, 2005, the Federal Communications Commission (FCC) exercised					
27		its forbearance authority under Section 10 of the Communications Act of 1934, as					
28		amended (47 U.S.C. § 160) with respect to the facilities-based service requirement for					
29		Eligible Telecommunications Carriers (ETCs) set forth in 47 U.S.C. § 214(1)(A) and 47					
30		C.F.R. § 54.201(i). The FCC granted forbearance subject to certain conditions. One of					

those conditions required TracFone to obtain a certification from each PSAP where

TracFone provides Lifeline service confirming that TracFone provides its Lifeline

customers with access to 911 and E911 service without regard to activation status or

availability of prepaid minutes.

5 Q: HAS THE PSAP CERTIFICATION REQUIREMENT BEEN MODIFIED SINCE

THE FCC'S 2005 ORDER?

6

7

8

9

10

11

12

13

14

15

16

A: Yes. On March 5, 2009, the FCC issued an Order modifying the PSAP certification requirement. The FCC modified the PSAP certification condition to require the following: TracFone must still request such certification from each PSAP within its Lifeline service area; however, if within 90 days of TracFone's request, a PSAP has not provided the certification and the PSAP has not made an affirmative finding that TracFone does not provide its customers with access to 911 and E911 service within the PSAP's service area, TracFone may self-certify that it meets the 911 and E911 requirement. TracFone intends to provide Lifeline service in South Carolina in conformance with the FCC's PSAP certification condition, as modified by the FCC's March 5, 2009 Order.

17 Q: WHAT IS THE STATUS OF TRACFONE'S EFFORTS TO OBTAIN PSAP 18 CERTIFICATIONS IN SOUTH CAROLINA?

- 19 A: TracFone has been in contact with the South Carolina Budget and Control Board to 20 obtain a list of all PSAPs in South Carolina so that it may seek the required certifications.
- TracFone understands that PSAP certifications may be issued on a county-wide basis.

1 Q: TRACFONE WILING TO **PROVIDE COPIES** 2 CERTIFICATIONS IT OBTAINS TO THE OFFICE OF REGULATORY STAFF? 3 A: Yes. TracFone will provide all PSAP certifications to ORS. In addition, as I previously 4 explained, if within 90 days of TracFone's request to a PSAP for certification, the PSAP 5 has not provided the certification and the PSAP has not made an affirmative finding that 6 TracFone does not provide its customers with access to 911 and E911 service within the 7 PSAP's service area, TracFone may self-certify that it meets the 911 and E911 requirement in accordance with the provisions of the FCC's March 5, 2009 order. If 8 9 TracFone self-certifies that it meets 911 and E911 requirement in any PSAP service 10 areas, TracFone will provide copies of those self-certifications to ORS.

OF

ANY

11 Q: IS TRACFONE REQUIRED TO CONTRIBUTE TO THE SOUTH CAROLINA 12 UNIVERSAL SERVICE FUND?

13

14

15

16

17

18

19

20

21

22

A:

I understand that under South Carolina law, generally only wireline service providers are required to contribute to the South Carolina USF. However, the South Carolina Legislature gave the Commission authority to require other companies that provide telecommunications services to contribute to the South Carolina USF if the Commission determines after notice and opportunity for hearing that the company provides private local exchange services or radio-based local exchange services that compete with a local telecommunications service in South Carolina. TracFone, a commercial mobile radio service provider, does not provide either private local exchange services or radio-based local exchange services. Therefore, TracFone would not be required to contribute to the South Carolina USF, even if designated as a Lifeline-only ETC. A more detailed explanation of the legal basis for that conclusion is provided in a Legal Memorandum provided in support of my testimony and attached as Exhibit 1.

3 Q: SHOULD TRACFONE'S DESIGNATION AS AN ETC IN SOUTH CAROLINA

BE CONDITIONED ON ANY REGULATORY REQUIREMENTS?

A:

A:

ORS contends in its testimony that the Commission should require TracFone to comply with certain conditions including South Carolina's filing requirements. Such requirements are wholly irrelevant to a carrier's status as a designated ETC. Section 214(e)(2) of the Communications Act lists all of the requirements which an ETC must meet in order to be designated as an ETC and as described in my direct testimony, TracFone meets the requirements of Section 214(e)(2). Moreover, the State of South Carolina has enforcement mechanisms available to it to ensure compliance with its laws and regulations by all companies which are subject to those laws and regulations, irrespective of whether some of those companies may also be designated as ETCs. TracFone complies with all state laws and regulations that are applicable to it and will respond to any appropriate inquiries about its compliance.

16 Q: IS THERE ANYTHING ELSE YOU WOULD LIKE TO ADD TO YOUR 17 TESTIMONY?

Based on my testimony above, I would like to reiterate that TracFone meets all applicable legal requirements for designation as an ETC in the State of South Carolina. Accordingly, the South Carolina Public Service Commission should unconditionally and promptly grant TracFone's petition for designation as an eligible telecommunications carrier so that TracFone may commence providing its SafeLink Wireless service to low income South Carolina households at the earliest possible time. That service has been

well-received in those states where it is already available and is providing thousands of low income households in those states with the benefits of wireless telecommunications service. TracFone is anxious to provide its SafeLink Wireless service, including free E911-compliant wireless handsets and quantities of free wireless airtime each month, to low income South Carolina households.

6 July 30, 2009